27 February 2026

Company Announcements
Australian Securities Exchange

Clime Investment Management Limited (ASX: CIW)

Half-year ended 31 December 2025

Highlights

- **Operating profit $1,061k (before tax, amortisation and depreciation)**
- **Statutory pre-tax profit $359k**
- **Proposed Interim Dividend 0.3 cents per share (fully franked)**
- **Sale of non-core assets to simplify business**

Dear Shareholders,

The Board of Clime is pleased to report an **operating profit of $1,061k** (before tax, amortisation and depreciation) for the half-year ended 31 December 2025. This represents a 162% improvement over the prior corresponding period largely due to the gain on sale of a retail client book which was announced previously.

The Board is proposing an interim dividend to shareholders of **0.3 cents per share fully franked**.

Operating profit of $1,061k (before tax, non-cash amortisation and depreciation) is reported after expensing the following significant costs:

a) $277k of expenses incurred on behalf of Clime Capital Limited (CAM) to contribute to the costs associated with the restructure and issuance of new CAMG Notes (approximately 50% of total costs) and other activities, and
b) $76k of legal and professional fees related to the, now withdrawn, newspaper article.

The **reported statutory profit after tax of $157k** (HY2025: loss of $257k) is after expensing:

- Non-cash amortisation and depreciation charges of $703k.
- Income tax expense of $202k.

At 31 December 2025, the Company has generated potential performance fees of $603k based on outperformance in the CAM portfolio. These fees have not been recognised in the reported results and will be finalised at the end of the financial year depending on the annual CAM portfolio performance versus benchmark.

Reviewing FUM, FUA and balance sheet

As reported in the December 2025 quarterly update, Funds Under Management and Advice (FUM&A) as at 31 December 2025 was approximately $1.55 billion.

The core business streams can be summarised as:

- Funds under direct management through SMAs, discrete portfolio services (IMAs), managed funds and a listed investment company ($1.55 billion). Our focus in the last half has been on redesigning and relaunching our IMA service to better cater to our clients specific requirements.
- Clime Private Wealth funds under direction and advice, circa $0.92 billion.
- Balance sheet investments ($6.05 million) – Investments in our own equity funds, convertible and non-convertible notes paying a yield of approximately 8%. Net cash approximately $0.8 million.

Managing Director Review

Outlook and positioning for FY25

Strategic direction

Over the past twelve months, the Board has undertaken a comprehensive review of each business line to ensure that capital, management time and technology investment are directed toward areas where Clime has a clear competitive advantage and the ability to generate durable returns.

As announced separately, the Company has negotiated to sell its International Fund for $2 million cash.

We have also closed the Small Companies Fund and the Income Fund following a review of their scale and long-term commercial viability. In a market increasingly dominated by very large product manufacturers, subscale retail funds face structural fee compression and rising compliance costs. It is neither prudent nor in shareholders' interests to operate products that cannot achieve sufficient scale.

Clime will continue to simplify its product suite and concentrate resources where we believe we can deliver superior client outcomes and improved margins.

Our strategic focus is increasingly directed toward high-net-worth and sophisticated investors. These clients value tailored portfolio construction, disciplined capital allocation and direct access to experienced investment professionals.

We believe Clime's integrated capability across portfolio management, private credit, listed equities and balance sheet co-investment is well suited to this segment.

At the same time, we recognise the importance of financial literacy and investor education. We have continued to invest in technology and digital infrastructure and expect to introduce a retail offering focused on education and insights, without execution capability. This initiative is intended to broaden engagement with investors while maintaining a disciplined, capital-light operating model.

The Board believes that a more focused business, supported by disciplined capital allocation and improved technology, will enhance earnings quality over time.

This announcement is approved by the Board of Directors of Clime Investment Management Limited for release to the ASX.

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